

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ADJUSTMENT OF THE RATES OF GRAYSON) CASE NO.
COUNTY WATER DISTRICT) 2004-00511

ORDER

On August 15, 2005, the Commission approved certain rates for Grayson County Water District (“Grayson District”). This action followed our receipt of a report of Commission Staff’s findings and recommendations on Grayson District’s proposed rates. Since the issuance of our Order of August 15, 2005, we have reviewed the record of this proceeding and have discovered errors in Commission Staff’s calculations. In our Order, we found that Grayson District’s adjusted test-year condition would allow an increase in revenue of \$579,849. As Grayson District requested an adjustment to produce increased revenues from water sales of \$290,135, or total revenues from water sales of \$2,313,373, we accepted Commission Staff’s proposed rates, which we found would produce such an increase.

Upon further review of the record, the Commission finds that the rates set forth in our Order of August 15, 2005 will not generate total annual revenues of \$2,313,373. More specifically, we find that a mathematical error in the calculation of the revenues produced by the first step of the approved rates resulted in an understatement of the revenues that the approved rates would produce. Based upon Staff’s calculations, we find that the rates set forth in Appendix A will produce revenue from water sales in the

amount of \$2,312,373 and should be charged as the rates that Grayson District assesses for water service.

IT IS THEREFORE ORDERED, nunc pro tunc, that:

1. The rates set forth in Appendix A are approved for service rendered by Grayson District on and after the date of this Order.

2. Within 20 days of the date of this Order, Grayson District shall file revised tariff sheets setting forth the rates approved in this Order.

3. All provisions of the Commission's Order of August 15, 2005 that are not in conflict with the provisions of this Order remain in full force and effect.

Done at Frankfort, Kentucky, this 7th day of October, 2005.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2004-00511 DATED October 7, 2005

The following rates and charges are prescribed for the customers in the area serviced by Grayson County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Monthly Water Rates

5/8" Meter

First	1,500	gallons	\$14.15 Minimum Bill
Next	8,500	gallons	6.69 per 1,000 gallons
Next	40,000	gallons	6.00 per 1,000 gallons
Next	100,000	gallons	5.31 per 1,000 gallons
Over	150,000	gallons	4.63 per 1,000 gallons

3/4" Meter

First	3,000	gallons	\$24.19 Minimum Bill
Next	7,000	gallons	6.69 per 1,000 gallons
Next	40,000	gallons	6.00 per 1,000 gallons
Next	100,000	gallons	5.31 per 1,000 gallons
Over	150,000	gallons	4.63 per 1,000 gallons

1" Meter

First	5,000	gallons	\$37.57 Minimum Bill
Next	5,000	gallons	6.69 per 1,000 gallons
Next	40,000	gallons	6.00 per 1,000 gallons
Next	100,000	gallons	5.31 per 1,000 gallons
Over	150,000	gallons	4.63 per 1,000 gallons

1 1/2" Meter

First	10,000	gallons	\$71.02 Minimum Bill
Next	40,000	gallons	6.00 per 1,000 gallons
Next	100,000	gallons	5.31 per 1,000 gallons
Over	150,000	gallons	4.63 per 1,000 gallon

2" Meter

First	16,000	gallons	\$107.02 Minimum Bill
Next	34,000	gallons	6.00 per 1,000 gallons
Next	100,000	gallons	5.31 per 1,000 gallons
Over	150,000	gallons	4.63 per 1,000 gallons

3" Meter			
First	30,000	gallons	\$191.02 Minimum Bill
Next	20,000	gallons	6.00 per 1,000 gallons
Next	100,000	gallons	5.31 per 1,000 gallons
Over	150,000	gallons	4.63 per 1,000 gallons
4" Meter			
First	50,000	gallons	\$311.02 Minimum Bill
Next	100,000	gallons	5.31 per 1,000 gallons
Over	150,000	gallons	4.63 per 1,000 gallons
6" Meter			
First	100,000	gallons	\$576.52 Minimum Bill
Next	50,000	gallons	5.31 per 1,000 gallons
Over	150,000	gallons	4.63 per 1,000 gallons
8" Meter			
First	160,000	gallons	\$888.32
Over	160,000	gallons	4.63
10" Meter			
First	550,000	gallons	\$2,694.02
Over	550,000	gallons	4.63

Non-Recurring Charges

Service Line Inspection	\$ 75.00
Returned Check Charge	25.00
Reconnection	50.00
Reconnection (After Hours)	125.00
Service Call	25.00
Service Call (After Hours)	100.00
Connection – Turn On	25.00
Connection – Turn On (After Hours)	100.00
Meter Reread	25.00
Meter Reread (After Hours)	100.00
Damage to Meter	Actual Cost
Meter Test	50.00
Meter Relocation	Actual Cost
Field Collection	25.00
Late Payment Penalty	10%

Tap Fees: by Connection Size

5/8"	550.00
3/4"	Actual Cost
1"	Actual Cost
1 1/2"	Actual Cost
2"	Actual Cost
3"	Actual Cost
4"	Actual Cost
6"	Actual Cost